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FISCAL IMPACT REPORT



SPONSOR: Vigil DATE TYPED: 01/30/02 HB 175

SHORT TITLE: Tobacco Settlement to Retiree Health Care SB _____

ANALYST: Carrillo

APPROPRIATION

| Appropriation Contained | | Estimated Additional Impact | | Recurring or Non-Rec | Fund Affected |
|-------------------------|---------|-----------------------------|------|----------------------|---------------------------------|
| FY02 | FY03 | FY02 | FY03 | | |
| | 5,000.0 | | | Recurring | Tobacco Settlement Program Fund |
| | | | | | |

(Parenthesis () Indicate Expenditure Decreases)

Duplicates/Relates to Appropriation in The General Appropriation Act _____

REVENUE

| Estimated Revenue | | Subsequent Years Impact | Recurring or Non-Rec | Fund Affected |
|-------------------|-----------|-------------------------|----------------------|---------------------------------|
| FY02 | FY03 | | | |
| | (5,000.0) | (5000.0) | Recurring | Tobacco Settlement Program Fund |
| | | | | |

(Parenthesis () Indicate Revenue Decreases)

Duplicates/Conflicts with/Companion to/Relates to HB 8, HB 181, HB 209, SB 6, SB 101, SB 237

SOURCES OF INFORMATION

Retiree Health Care Authority

SUMMARY

Synopsis of Bill

House Bill 175, Tobacco Settlement to Retiree Health Care, appropriates \$5,000.0 from the Tobacco Settlement Program Fund to the Retiree Health Care Authority for the purpose of carrying out

the provisions of the Retiree Health Care Act.

Any unexpended or unencumbered balance remaining at the end of a fiscal year shall not revert to any other fund.

Significant Issues

According to the Retiree Health Care Authority (RHCA), the program has made significant tobacco-related insurance benefit payments, estimated at \$5 million for Fiscal Year 2002. The appropriation would have a positive effect on the retiree health care program's long-term solvency and/or mitigation of annual member premium increases.

FISCAL IMPLICATIONS

The appropriation of \$5,000.0 contained in this bill is a recurring expense to the Tobacco Settlement Program Fund. Any unexpended or unencumbered balance remaining at the end of any fiscal year shall not revert to any other fund.

RELATIONSHIP

HB 175 is related to:

- HB 8, Tobacco Settlement Fund Distribution
- HB 181, Tobacco Settlement Program fund Distributions
- HB 209, Youth Smoking Cessation & Prevention Program
- SB 6, Tobacco Settlement Fund Distribution
- SB 101, Tobacco Settlement Program Fund Distributions
- SB 237, Youth Smoking Cessation & Prevention Program

WJC/prr